G. R. S. [X-5]

Previous references.

eoC 34-18(1-4)
& 121-17(1-4)

1920 21
(Genl)

Later references.

Secl 71-20(1-2)

Previous

File No. 28-20

Serial Nos. 1-5

(19)

GENERAL AND REVENUE SECRETARIAT.

Serial Nos. Five only

Part B for Nov 20

SUBJECT.

Rates of Royalty leviable on Minerals

(Rs 5) H The Gazette Mysore Extra No
No G 8945 Dt 2.11.20
Notifies the Rates of Royalty to be levied on certain minerals

WD 2233—GPB—20,000—12-6-20

G. R. S. III—1] 1920-21

GENERAL AND REVENUE SECRETARIAT.

(Geol)

NOTES.

File No. 28-16

FILE HEADING.

Rates of royalty leviable on minerals

From

No.	Dated	Received
Diary No.	Enclos. Spare Copies.	Serial No.

BRIEF ABSTRACT OF LETTER.

NOTES AND ORDERS.

NOTES—First Sheet.

3105
2918

H. R. S. III-21

General and Revenue Secretariat.

Govt File No. 28 of 1920-21.

Serial No.	
	In Govt order no G 14047/Geol 34-18-3 dated 10-1-19 the ~~following~~ rates of royalty on Kaolin were fixed for a period of two years from 7-10-18.
	2 Submitted with a draft calling for the opinion of the ~~Director of Mines & Geology~~ Dr Sweeth of the Director of Geology regarding the rates that maybe levied on Kaolin & other minerals AHS 10-8-20. 3 Issue dcg 11/8/20.
1	Dr. W. F. Sweeth, M.A. D.Sc. Director Dept of Geology G. 3778-4 Dt 7/8/20 Requests them to ~~expedite~~ furnish their opinion regarding the ~~levy~~ rates of Royalty, that may be levied on the minerals Kaolin Manganese, Chrome, Magnesite, etc. in future
2	From the Director, Dept of Geology 37-A 23/24-8-20 Furnishes his opinion on the subject Subd. 4 Dr Sweeth has not yet furnished his opinion in the matter. May the receipt of his reply be awaited? AHS. 26-8-20. 5 Yrs dcg 26/8/20
	From the Director of Mines & Geology no 304 Dt 10-9-20. Furnishes his opinion on the subject

ARY NO: 2918

19 -19

Section:

File No:

Serial No:

G

Gen A

NOTE—Contn. sheet.

G. R. S. III-2]

General and Revenue Secretariat. | Geol File No. 28 of 1920-21

Serial No.

6 The existing rates of royalty & the rates proposed by Dr Sweeth & the Director of Geology are noted below

5 % of the sale value of the ore or mineral at the mine subject to the following minimum charges.

	Existing rates per ton	Dr Sweeth per ton	Mr. B Jagan per ton.
manganese	0-10-0.	1-0-0	1-4-0
manganese ore containing not more than 44% of manganese.	0-6-0.	0-9-0	0-12-0
Chrome.	1-0-0	1-8-0 ✓	1-0-0
Raw magnesite	0-10-0	1-0-0 ✓	0-10-0
Calcined magnes	1-4-0	2-0-0 ✓	1-4-0
Dead burnt magnesite	1-8-0	2-0-0 ✓	1-8-0
Crude china clay	0-12-0	1-0-0 ✓	0-12-0
Kaolin prepared from china clay.	1-8-0.	2-0-0 ✓	1-8-0.

Submitted for orders.

AHS 17-9-20. (Chief Secy) 18/9/20

8 The highest of the rates proposed by Dr Sweeth & Mr Jagan may be adopted.

(1st member) COS

9 Papers with the C.S. 21/9

10 Please draft 22/9

COS 28/9/20

NOTE—Contn. sheet.

3774
3110
2918

(G. R. S. III-2)

General and Revenue Secretariat.

Genl File No. 28 of 1920-21

Serial No.	
	11 Submitted with a draft order & a notification. AHS 30-9-20. (12 Chief Secy) 1/10/20
	13 Please put up a D.N. & D.O. CBJ 4/10
	14 Submitted with a D.N. & a D.S.N. AHS 7-10-20. (Chief Secy) 7/10/20
	16 1st Member 4/10
	Submitted with a D.S.N. for approval (Dewan) 13/10/20

Vide Flag E.

253
9/10

DEWAN'S OFFICE.
Recd. on OCT 16 1920
Reg. No. 3273

NOTE—Contn. sheet.

Final Note by the First Member of Council.

Subject:—

Revision of rates of royalty on manganese, chrome, magnesite, china clay and kaolin.

The marginally noted rates of royalty were fixed tentatively for a period of two years in Government Notifications Nos. G.3068, Geol.121-17-4 dated 10th August 1918 and G. 14048/Geol.34-18-4 dated 10th January 1919 in respect of manganese and some other minerals.

	Rs.	A.	P.	
Manganese ..	0	10	0	per ton
Manganese ore containing not more than 44% of manganese.	0	6	0	"
Chrome ..	1	0	0	"
Raw magnesite ..	0	10	0	"
Calcined magnesite	1	4	0	"
Dead burnt Magnesite	1	8	0	"
Crude china clay	0	12	0	"
Kaolin prepared from china clay ..	1	8	0	"

2. Before the close of the period fixed as above both Dr. W.F.Smeeth and Mr. B. Jayaram were requested to submit proposals regarding the changes, if any, in the rates of royalty that might be levied on the said minerals in future.

3. Dr. Smeeth proposed that in view of the general increase in the value of wages, materials and finished products and of the fact that the minimum royalties now levied form a very small proportion of the sale values at places of export and also in view of the policy of Government to discourage the export of raw materials which might possibly be utilised for local industries the present minimum rates of royalty might be increased by about 50% and suggested that in case the higher rates now proposed are found to be detrimental to local industrial development in specific cases Government might accept reduced rates or grant rebates in such cases; while Mr. Jayaram proposed that as there appears to be some keenness in regard to the exploitation of manganese, royalty thereon might be fixed at Re. 1-4-0 per ton for the highest grade ore and annas 12 per ton for ore containing not more than 44% of manganese and added, taking all circumstances into consideration no alteration appears to be called for

present in regard to the rates of royalty on chrome, magnesite kaolin and other minerals.

4. After a careful consideration of the circumstances brought to notic by Dr. Smeeth and Mr. Jayaram, it has been decided to adopt in the case of each mineral the higher of the rates proposed by these two officers and I solicit His Highness' gracious approval to the draft order and Notification fixing the following rates of royalty until further orders

	Rs.	A.	P.	
Manganese ---	1	4	0	per ton
Manganese ore containing not more than 44% of manganese.	0	12	0	" "
Chrome ---	1	8	0	" "
Raw magnesite ---	1	0	0	" "
Calcined magnesite --	2	0	0	" "
Dead burnt magnesite	2	0	0	" "
Crude china clay ---	1	0	0	" "
Kaolin prepared from china clay	2	0	0	" "

12th October 1920.

MEMBER OF COUNCIL.

12.10.20

Submitted to His Highness.

***

I submit herewith a Final Note by the First Membe: of Council regarding the proposals for fixing the rates of royalty on manganese, chrome, magnesite, China clay and Kaolin, for His Highness' gracious approval.

16 Oct 1920

Record of Cases submitted for the Orders of His Highness the Maharaja

Subject.

Revision of the rates of royalty on Manganese, Chrome, Magnesite, China clay and Kaolin.

Order.

~~KRM~~
18/10/20

Ch-L
Cell
18.10.20
Mad
issue
MS
18/10/20

3774 7

G. R. S. III-2

General and Revenue Secretariat. | Geol File No. 28 of 1920.

Serial No.	
4	To the Director dept of mines & geol 1 Director dept of geol G. 8943-4 of 2. 11. 1920 Directs the levy of certain rates of royalty on certain minerals
5	To The compiler Mysore gazette G. 8945 of 2. 11. 1920 Notifies the rates of royalty to be levied on certain minerals

NOTE—Contn. sheet.

G.R.S. 26] 14/9

10

Geol File No. 28:

Serial No /

Diary No. of letter replied to _____

No. 507789

General and Rev. Secretariat

( )

, *the* 190

Date of issue 17/8

Signed by _____

To (1) ~~Sir W. T. Smellie, Bart. O.B.E.~~

(2) The Director, Geological Survey.

Sir,

I am directed to invite ~~your~~ reference to the marginally noted Govt. orders regarding the rates of royalty leviable on kaolin, manganese, chrome, ~~and~~ magnesite etc and to request the favour of your views at a very early date, as regards the rates of royalty that may be levied on the said minerals in future.

I have etc

sd/-

11/8/20.

for Chief Secretary to Govt

sd/- 10/8/20

Gr 14047/Geol 34-18-3 dated 10-1-19.

Gr 4741/Geol 28-19-2 dt 26-8-1919.

over.

SUBJECT.

9/20/19

M. G. D. 12.

No. 377
Encl: one.

Dated, Bangalore, 23rd Aug. '20.

DIARY NO: 24-E 3100

Ch. Sect. 25 AUG 1920

From

B. JAYA RAM, Esquire, F.G.S.,
Director, Mysore Geological Department.

19 Geol 28-20-2 19
Section:
File No:
Serial No:

6. C

To

C.S. Balasundaram Iyer, Esq., B.A.,
Chief Secretary to the Government of
H.H. the Maharaja of Mysore, Bangalore.

CHIEF SECRETARIAT. IV MINOR Depts. 25 AUG 1920

Sir,

With reference to your letter No.G.37789/Geol.28-20-1, dated 17th August 1920 calling for my opinion in the matter of the revision of the rates of royalty prescribed in Government Orders noted in the margin, in respec

No.G.14047/Geol.34-18-3, dated 10th January 1919.) of Manganese, Chrome;
No.G.4741/Geol.28-19-2, dated 26th August 1919.) Magnesite and Kaolin or China-clay, I have the honor to forward herewith a statement showing the output and export of these minerals during the past 5 years, 1915-16 to 1919-20 and the royalty realised thereon.

The market for manganese and chrome continues to be as unstable as in the previous year and there has not also been any appreciable improvement in the conditions of freight. There is, however, visible a certain amount of keenness of late in regard to the exploitation of manganese, as a result of which we have recently received a number of applications for prospecting licenses for manganese over certain low grade blocks. During the past year (i.e., 1919-20) there was also a considerable increase in the export of manganese as compared with the year 1918-19, the figures for these two years being 10,852 tons and 1476 tons respectively. It seems to me, therefore, that the present

rate

rate of royalty on manganese may be revised as follows :-

Manganese.	...	Rs.1-4-0 per ton.
Manganese ore containing more than 44% of manganese on production of satisfactory certificates of grade of shipment	...	" 0-12-0 "

With regard to chrome, the quantity exported during 1919-20 was only 1982 tons against 18946 tons in 1918-19. It is not possible to say what the demand will be during this and the coming years and there does not, therefore, appear to be any justification for a revision of the present rate of royalty, viz,- Re.1/- per ton.

The export of magnesite in 1919-20 also shows a considerable decrease when compared with that in the previous year 1918-19 and the activity in respect of this mineral is not very appreciable and no alteration of the present rate of royalty on this mineral is, therefore, called for.

As regards kaolin, there has been a small increase in the output and export of this mineral in 1919-20 as compared with the figures for the previous year 1918-19. A certain amount of keenness and activity is noticeable in respect of this mineral, but the present rates of royalty, viz,- 12 annas per ton on crude China-clay and Rs.1-8-0 per ton on kaolin washed or prepared from China clay, appear to be sufficiently high and they may, in my opinion, be continued to be charged for another year or two until we are in a position to determine with sufficient accuracy the commercial value of this mineral.

I have the honor to be,
Sir,
Your most obedient servant,

B. Foote Jones
Director,
Mysore Geological Department.

cvv

Statement showing the output and export of Manganese, Chromium, Magnesite and Kaolin, and the royalty realised thereon during each of the year from 1915-1916.

Name of mineral.	1915-16			1916-17			1917-18			1918-19			1919-20.		
	Output Tons	Export Tons	Royalty Rs.	Output Tons	Export Tons	Royalty Rs.	Output Tons	Export Tons	Royalty Rs.	Output Tons	Export Tons	Royalty Rs.	Output Tons	Export Tons	Royalty Rs.
anganese.	25121	18447	11775	26110	6414	4009	31331	7259	4537	22472	1476	923	23965	10852	6606
hrome ore.	1376	2196	1647	10184	6465	4804	12443	8359	6006	58494	18946	15153	7317	1982	1487
Magnesite.	-	-	-	110	-	-	50	1917	1198	2426	2484	1552	2280	1637	1023
Kaolin.	-	-	-	584	255	41	2072	1664	416	2046	1841	619	2329	2197	1309

B. Jagannatha Rao
Director,
Mysore Geological Department.

28rd Aug. 1920.

GVV

No 304

5, St. Mark's Road, 14

Bangalore, 10th September 1920.

DIARY NO: 3774

19 -19
Geol
Section:
File No:
Serial No:

From

Dr. W. F. SMEETH, M.A., D.Sc., B.E., etc.,
Director of Mines and Geology in Mysore,

CHIEF SECRETARIAT.
IV
MINOR Depts.
10 SEP 1920

To

C. S. Balasundram Iyer, Esq., B.A.,
Chief Secretary to the Government of Mysore,
BANGALORE.

S i r,

In reply to your letter No.3778-9 dated 17-8-1920 requesting my opinion as regards the rates of Royalty that may be levied on Kaolin, Manganese, Chrome and Magnesite, I have the honour to state that owing to paucity of regular quotations and the variations in freight rates it is almost impossible to assess the present value of these minerals in Mysore.

2. The prices for these minerals in the United Kingdom and United States are still very high and a large proportion of the price is due to high rates of freight which of course, do not benefit the producer.

3. In view of the very general increase in the nominal values of wages, materials and finished products and of t h e fact that the minimum Royalties now levied form a very small proportion of the sale values at places of export and also in view of the fact that the recent policy of Government does not regard with favour the export of raw materials which possibly may be utilized for local manufacture, I would suggest that the present minimum rates of Royalty might be increased b y about 50%. In the case of minerals used for manufactures within the State it will always be open to Government to accept reduced rates or grant rebates in specific cases in which the

the higher rates now proposed can be shown to be detrimental to industrial development.

4. I would suggest therefore that the rates of Royalty on Chrome and Managanese Ores, Magnesite and China Clay should be as follows until further notice:--

Five per cent. of the sale value on the Mine of the Ore or mineral convertible annually or for a fixed term, at the option of Government, into an approximately equivalent charge per ton subject to the following minimum charges:--

Chrome Ore	Rs. 1- 8- 0	per ton
Manganese Ore	" 1- 0- 0	"
Manganese Ore containing not more than 44% of Manganese on production of satisfactory certificates of grade of shipment.. ...	" 0- 9- 0	"
Raw Magnesite	" 1- 0- 0	"
Calcined or dead burnt Magnesite	" 2- 0- 0	"
Crude China Clay or other Refractory Clays:. ...	" 1- 0- 0	"
Washed or prepared Kaolin, Fire-clay, etc... ...	" 2- 0- 0	"

I have the honour to be,

S i r,

Your most obedient Servant,

DIRECTOR OF MINES & GEOLOGY.

G.R.S. VI–71]

SUBJECT.....

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Diary No. of letter replied to 3774

General and Revenue Secretar...

( )

the *191*

Date of issue: 2/4 W

Signed by: M Bes

Section Geol

File No. 28-20.

Serial No. 4

Proceedings of the Government of His Highness the Maharaja of Mysore.

Read–

Govt order no G 3067 / Geol 121-17 3 dated 10th August 1918 fixing the rates of ~~royalty~~ that should be levied on manganese, chrome and magnesite

2 Govt order no G 14047 Geol 34-18-3 dated 10th January 1919 fixing the rates of royalty to be levied on china clay & Kaolin

3 Correspondence ending with D.I.'s No 377 dated 25/26-8-1920 from the D....., Dept of Geology submitting his proposals ~~Order Thereon &c.~~ regarding the rates of royalty that may be levied on the minerals referred to ~~above~~ in the orders read above

4 Correspondence ending with Letter No 304 dated 10th September 1920 from the Director of Mines & Geology on the same subject

P.T.O.

May this be'

i Printed ?

ii treated as a standing order ? DONE

iii published in the Gazette, English Part ?

iv translated ?

v placed at the disposal of the press ?

vi published in the Gazette, Kannada Part ?

DONE

Order no. G 8940-4

Govt are pleased to direct that, until further orders the following rates of royalty shall be levied on manganese, chrome, magnesite, crude china clay & Kaolin

Five per cent of the sale value of the ore on the mining block conveyable annually or for a fixed term, at the option of Govt, into an approximately equivalent charge per ton, subject to the following minimum charges:—

	Rs A P	
Manganese ore	1-4-0	per ton.
Manganese ore containing not more than 44% of manganese on production of satisfactory certificates of grade of shipment.	0-12-0	" "
Chrome ore	1-8-0	" "
Raw magnesite	1-0-0	" "
Calcined magnesite	2-0-0	" "
Dead burnt magnesite	2-0-0	" "
Crude China clay	1-0-0	
Kaolin washed or prepared from China clay	2-0-0	

The above rates of royalty will be duly notified in the Gazette

CSM. 4/10.

SCS 3/10/20

Forwarded to Govt.

30/9/20

To

The Director of Mines & Geology.

The Director, Dept of Geology

List of enclosures.

Copied by

Examined by

WD 1744—GPB—30,000—17-3-19

G. R. S. VI—G/32]

SUBJECT.....

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.....

Diary No. of letter replied to——————

General and Revenue Secretariat

( )

, *the* *191*

Date of issue 2/11

Signed by—— h CSD

Section Geol

File No. 28-2

Serial No. 5

No. L 8945

Norsecam

In accordance with Rule 50 of the Rules for the Grant of Prospecting Licences and Mining Leases in the State published under notification no Gy 25838 / Geol 57-18-20 dated 12th May 1920, royalty on manganese, chrome, magnesite, mica mining ruby and kaolin shall be as follows —

1) Royalty shall be payable quarterly

(2) On all ores despatched during any quarter, royalty shall be paid within ninety days of the close of the quarter and

over.

P.T.O

shall be calculated as follows:—

Five per cent of the sale value of the ore on the mining block converted annually or for a fixed term, at the option of Govt, into an approximately equivalent charge per ton subj to the following minimum charges:—

	Rs A P	
Manganese ore	1 – 4 – 0	per ton.
Manganese ore containing not more than 44 % of manganese on production of satisfactory certificates of grade of Instrument	0 – 12 – 0	
Chrome ore	1 – 8 – 0	
Raw magnesite	1 – 0 – 0	
Calcined magnesite	2 – 0 – 0	
Dead burnt magnesite	2 – 0 – 0	
Crude china clay		
Kaolin washed or prepared from china clay	2 – 0 – 0	

List of enclosures.

By order

DCS 1/10/20 CBV

Foreman Geog. Lt Asst

30/9/20

The controller Mysore Gazette for publication with the request that 400 copies of the notification maybe got printed and 100 copies supplied to this office and the remaining 300 to the Director, Dept of Geology Mysore.

Copied by

Examined by

8946

A copy of the above is forwarded with compliments to the Director, Dept of Geology for information.

B. O

1/10/20

Foreman Geol to Govt

CBV